COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTHERN MASON)
COUNTY WATER DISTRICT FOR A RATE) CASE NO.
ADJUSTMENT PURSUANT TO THE ALTERNATIVE) 99-294
RATE FILING PROCEDURE FOR SMALL UTILITIES)

ORDER

On July 8, 1999, Southern Mason County Water District (Southern Mason) filed an application for Commission approval of proposed rates. The proposed rates for water service would generate additional annual revenues of \$24,506, an increase of 11.75 percent above normalized operating revenues.

By Order dated August 26, 1999, the Commission issued a Staff Report that was prepared upon review of Southern Mason's test-year operations. Staff's report recommended that Southern Mason's requested increase be granted. The Order granted 10 days to file written comments regarding the Staff Report or requests for a hearing or informal conference. No such comments or requests were made.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

- 1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and should be adopted as the findings of the Commission.
- 2. The rates in Appendix A will produce annual revenue from water sales of \$233,158.

IT IS THEREFORE ORDERED that:

1. The findings contained in the Staff Report are adopted and incorporated

by reference into this Order as if fully set out herein.

2. The rates in Appendix A are approved for service rendered by Southern

Mason on and after the date of this Order.

Within 30 days of the date of this Order, Southern Mason shall file with the 3.

Commission its revised tariff setting out the rates approved herein.

Three years from the date of this Order Southern Mason shall file an

income statement, along with any pro forma adjustments, in sufficient detail to

demonstrate that the rates approved herein are sufficient to meet its operating

expenses and annual debt service requirements.	
Done at Frankfort, Kentucky, this 5 th day of October, 1999.	
By the Commission	
ATTEST:	
Executive Director	

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 99-294 DATED OCTOBER 5, 1999

The following rates and charges are prescribed for the customers in the area served by Southern Mason County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	1,000 gallons	\$10.67	Minimum bill
Next	4,000 gallons	4.81	per 1,000 gallons
Next	5,000 gallons	3.95	per 1,000 gallons
Over	10,000 gallons	3.52	per 1,000 gallons
Leak Adjustment		1.91	per 1,000 gallons

Nonrecurring Charges

Returned Check Fee \$17.50